

**Denali Commission Quarterly
Project Narrative and Funds Disbursement Request**

Project: South Peninsula Hospital Emergency Room Construction

Agency: Kenai Peninsula Borough **Reporting Period:** 07/01/05 – 09/30/05

Grant #: 06-4-C-5015 **Funds Requested:** \$ 0.00

1. What is the status of the project; include portions completed?

The Emergency Room Construction has been part of a larger South Peninsula Hospital Expansion and Renovation project. The grant recipient's plan was to use grant funds for the construction phase. The project schedule and the detailed project budget for the Emergency Room Construction will be based on the contractor's work schedule and schedule of values for the overall project. No construction activities occurred in the current reporting period. The design team submitted construction documents and a final construction cost estimate April 20, 2005. The final construction cost estimate submitted by the design team is approximately \$2,000,000 over budget. The borough asked RIM Architects to provide written recommendations and a schedule for bringing the project design within budget. RIM Architects provided a comprehensive set of written options July 28, 2005 and a schedule September 2, 2005. No firm decision had been made by September 30, 2005.

2. Is the project on schedule; if not, how will this be dealt with?

Construction activities have been postponed until the 2006 construction season. The borough is now considering the possibility of separating the Emergency Room construction from the larger expansion project. The Emergency Room construction would then be a "stand-alone" project.

3. Is the project on budget; if not, how will this be dealt with?

The budget and schedule problems relating to the larger expansion project have prompted the borough to consider making the Emergency Room construction a "stand-alone" project.

4. Other comments/problems and solutions:

The Kenai Peninsula Borough and the City of Homer are working to resolve some land issues that may affect the project.

Reporting Period: 07/01/2005-09/30/2005

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Please include the following information:

(Use additional pages as necessary)

Budget Information:

- | | |
|--|-------------------------|
| 1. The total project budget—Denali Commission and other funds combined | <u>\$ 17,044,413.00</u> |
| 2. The <u>total</u> project expenditures as of the end of the most recent quarter | <u>\$ 0.00</u> |
| 3. The total amount of Denali Commission funds committed to the project | <u>\$ 927,151.00</u> |
| 4. The total expenditure of Denali Commission funds for the project as of the end of this reporting period | <u>\$ 0.00</u> |
| 5. The percentage of expenditures to the total budget | <u>0.00%</u> |
| 6. Project Performance Analysis (use PPA form on page2 of 641) | |

Project Schedule:

Show the project schedule with milestone dates for design and construction.

Design Documents Review	<u>In progress</u>
Construction Documents Review	<u>May 2005 *</u>
Construction Bids Due.....	<u>Spring 2006</u>
Project Completion	<u>2007</u>

* Bid ready documents are not anticipated to be complete sooner than January 2006.

Form 641A

**Denali Commission
Quarterly Project Financial Report
Project Performance Analysis (PPA) Form**

Project Name: South Peninsula Hospital Emergency Room Construction

Agency: Kenai Peninsula Borough

Reporting Period: 07/01/2005-09/30/2005

Grant #: 06-4-C-5015

Amount of Funds Requested: \$ 0.00

NOTE: Include Denali Commission Grant Funds Only on this form.

Line Items:	Approved Budget:	Actual Cost:	Scheduled Completion Date:	Actual Work Performed:
Construction	\$927,151.00	unknown	2007	An effort to redesign the project to bring it within budget is in progress.
Totals:	\$927,151.00	unknown		

Signature : _____ Date: October 19, 2005

Print Name and Title: Scott G. Holt, Kenai Peninsula Borough Finance Director

Form 641